

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Holiday Inn Express, 8751 Park Plaza Drive, Shreveport, Louisiana, at 9:00 a.m. on **THURSDAY**, **MARCH 6, 2008**, upon the application of **KCS RESOURCES**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Lower Cotton Valley Formation**, **Reservoir A**, in the Terryville Field, Lincoln Parish, Louisiana.

- 1. To authorize KCS Resources, Inc. to drill, complete and utilize two (2) additional alternate unit wells for LCV RA SUK one of which is at the exceptional location shown on the plat submitted with the application.
- 2. To authorize KCS Resources, Inc. to drill, complete and utilize an additional alternate unit well for LCV RA SUO at the exceptional location shown on the plat submitted with the application.
- 3. To authorize KCS Resources, Inc. to drill, complete and utilize an additional alternate unit well for LCV RA SUP at the exceptional location shown on the plat submitted with the application, provided that said well may be drilled along a path and to a bottom hole location within a radius of fifty feet (50') of its projected path and proposed bottom hole location but in no event closer than 330 feet to any unit boundary.
- 4. To determine that there is a need for additional alternate unit wells on LCV RA SUK, LCV RA SUO and LCV RA SUP to efficiently and economically recover hydrocarbons underlying these units that cannot be efficiently and economically recovered from any other well located on the units.
- 5. To authorize the unit allowable for these units to be recovered from the existing wells located on the units, the proposed alternate unit wells, or any combination thereof, at the discretion of the operator.
- 6. To consider such other matters as may be pertinent.

The Lower Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 370-B-6, effective on and after February 18, 1982, and has been redefined as to certain units by Order No. 370-B-64, effective January 10, 2006.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 2/20/08;2/23/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.